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February 21, 2007

HAND DELIVERED

SALT LAKE CITY, UTAH

PHOENIX, ARIZONA

TUCSON, ARIZONA

IRVINE, CALIFORNIA

DENVER, COLORADO

LAS VEGAS, NEVADA

Ms. Pamela Grubaugh-Littig
Utah Division of Oil, Gas and Mining
1594 West North Temple
Salt Lake City, Utah 84114**RE: Lila Canyon Extension, Horse Canyon Mine, C/007/013**

Dear Ms. Grubaugh-Littig:

Enclosed in response to the Division's January 19, 2007 request for modification are five (5) complete sets of the "clean" version of changes to the Mining and Reclamation Plan, three copies of the redline strikeouts reflecting these changes and one CD with a "p.d.f." of this information. This submission completes UtahAmerican Energy, Inc.'s response to List 1 and List 2 and updates the information provided to the Division on January 22, 2007.

Also enclosed are Forms C-1 and C-2 signed by Jay Marshall on behalf of UtahAmerican Energy, Inc.

We appreciate your assistance in this matter.

Very truly yours,



Denise A. Dragoo

Refer to Expandable 02212007
file in C0070013, 2007. INCOMING
for additional information

DAD:jmc:431912

Enclosures

cc: Jay Marshall
Bruce Hill**RECEIVED****FEB 21 2007**

DIV. OF OIL, GAS & MINING

Refer to Confidential 02212007
file in C0070013, 2007.
for additional information

APPLICATION FOR PERMIT PROCESSING

Permit Change <input type="checkbox"/>	New Permit <input type="checkbox"/>	Renewal <input type="checkbox"/>	Transfer <input type="checkbox"/>	Exploration <input type="checkbox"/>	Bond Release <input type="checkbox"/>	Permit Number: ACT/007/013
Title of Proposal: Response to lists 1,2 (submittal 07-002)						Mine: Horse Canyon
						Permittee: UtahAmerican Energy, Inc.

Description, include reason for application and timing required to implement:

Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation

<input type="checkbox"/> Yes	<input type="checkbox"/> No	1. Change in the size of the Permit Area? _____ acres Disturbed Area? _____ acres <input type="checkbox"/> increase <input type="checkbox"/> decrease.
<input type="checkbox"/> Yes	<input type="checkbox"/> No	2. Is the application submitted as a result of a Division Order? DO #
<input type="checkbox"/> Yes	<input type="checkbox"/> No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	6. Does the application require or include public notice/publication?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	9. Is the application submitted as a result of a Violation? NOV #
<input type="checkbox"/> Yes	<input type="checkbox"/> No	10. Is the application submitted as a result of other laws or regulations or policies? Explain:
<input type="checkbox"/> Yes	<input type="checkbox"/> No	11. Does the application affect the surface landowner or change the post mining land use?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)
<input type="checkbox"/> Yes	<input type="checkbox"/> No	13. Does the application require or include collection and reporting of any baseline information?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	15. Does application require or include soil removal, storage or placement?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	17. Does the application require or include construction, modification, or removal of surface facilities?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	18. Does the application require or include water monitoring, sediment or drainage control measures?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	20. Does the application require or include subsidence control or monitoring?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	21. Have reclamation costs for bonding been provided for?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	23. Does the application affect permits issued by other agencies or permits issued to other entities?

X Attach 2 complete copies of the application.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

R. Jay Marshall
 Signed Name - Position - Date
 Project Manager

Subscribed and sworn to before me this 21 day of Feb., 2007

NOTARY PUBLIC
JULIE G. KENZIE
 15 W. South Temple, Ste. 3200
 Salt Lake City, Utah 84101
 My Commission Expires October 19, 2010
 STATE OF UTAH

Received by Oil, Gas & Mining

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12/21/2007

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FEB 21 2007

DIV. OF OIL, GAS & MINING

DIV. OF OIL, GAS & MINING

ASSIGNED TRACKING NUMBER

Submittal 07-002 List 1 and 2

Permit Number: ACT/007/013

Mine: Horse Canyon

Permittee: UtahAmerican Energy, Inc.

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. **Include page, section and drawing numbers as part of the description.**

[illegible]

Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?

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FEB 21 2007

100-21205

DEPARTMENT OF THE INTERIOR DIV. OF OIL, GAS & MINING

Submittal 07-002 List 2 (Confidential)

Permittee: UtahAmerican Energy, Inc.

DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED

[illegible]

DIV. OF OIL, GAS & MINING